

MIRACLES
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020

MIRACLES

LEGAL AND ADMINISTRATIVE INFORMATION

| | | |
|----------------------|--|-------------------------------|
| Trustees | Mr R Bean | |
| | Ms M Pereire | |
| | Mrs T Ellert | |
| | Mrs S Gil - Alberdi | |
| | Mr D Lynch | |
| | Mr B Williams | |
| | Mr Rodrigo Minguela | |
| | Ms H Clavel-Flores | |
| | Mr Rudi Fortson | |
| | Mr M Anderson | (Appointed 30 September 2020) |
| | Mr T Wilson | (Appointed 15 February 2021) |
| | Ms S Spires | (Appointed 8 July 2020) |
| Charity number | 1041449 | |
| Principal address | PO Box 3003 Littlehampton West Sussex BN16 1SY | |
| Independent examiner | RDP Newmans LLP Lynwood House 373-375 Station Road Harrow Middlesex HA1 2AW | |
| Bankers | Barclays Plc, Worthing Leicestershire Leicester LE87 2BB | |
| | CAF Bank Limited, Kings Hill Kent West Malling ME19 4TA | |

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MIRACLES

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2020

The Trustees present their report and financial statements for the year ended 31 October 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

The Trustees have complied with the duty in Section 17 (5) of the 2011 Charities Act to have paid due regard to guidance issued by the Charity Commission in relation to the activities being for the public benefit.

Objectives and activities

The aims and objects of Miracles remain as always to provide help and support for those in supreme need both here at home and in Bosnia. The allocation of funding is at the discretion of the Board of Trustees with advice taken on the eligibility of the beneficiaries from the UK referral agencies (CABs, Social Workers etc.) and from our Bosnian team overseen by our Head of Mission in Bosnia, Matthew Procter MBE.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities they charity should undertake.

Achievements and performance

As with all other charities, Miracles was hard hit in 2020 by the Covid Pandemic and has struggled to keep ahead of the ever rising call on its limited resources.

Following Project Director James Burton's meeting with the Social Worker Team at Great Ormond Street Children's Hospital in September, the number of referrals rose steadily over Christmas and into the New Year but this rising expenditure was offset by the impressive programme of events he had put in hand for the year ahead – including International Marathons and other exciting sponsored activities as well as the usual fundraising events so successful in the past. But then came Covid and Lockdown and all such activities had to be cancelled or improvised by Virtual activities in which the Miracles' Event Committee played a generous part.

The effect of Covid on the impoverished families now reliant on Miracles for its Rapid Response to their crisis needs was increasingly alarming. The average cost of responding to these truly tragic cases grew to over £4,000 per week: the main need being food for those families shielding their often terminally sick children and for private transport costs to avoid the risk of infection when travelling to and from hospital treatment.

Whilst Miracles' Caravan bookings were at their height, Lockdown then forced the closure of the Bunn Leisure Holiday Park in which our units are sited and thus, to our dismay, all our Respite Breaks had to be postponed and the caravans appropriately cleaned and refurbished prior to the site's re-opening.

With this in mind, Miracles' Founder, Theo Ellert, embarked on a personal Challenge to raise funds particularly for the Respite Break project. She undertook an 80-mile Tricycle Ride to celebrate her 80th Birthday on 18th August. With the introduction at the Jubilee Dinner of Susie Spires of Inspires Marketing, the Miracles' Facebook Page was the publicity platform for the Challenge, and with her impressive marketing skills, the hits gained by Theo's daily Blogs rose along with the donations being received on her VirginMoneyGiving Page. The target was set at £25,000 and the appeal continues until end November with some £21,000 already banked.

In gratitude, Susie was invited to join the Board of Trustees which she accepted at their meeting in July to the delight of the whole Miracles' team. She is now a leading figure in the marketing group now established to develop a new approach to Miracles' fundraising undertakings. This includes the exciting development of a special Christmas Appeal entitled 'Feed London' - an initiative created by Project Director, James Burton, along with Trustee Ben Williams and his company, Agenda, so central to the building of the Miracles' Website. Matthew Anderson is also a key member of the group. Matt is a long-standing supporter and sponsored eventer, and now our most recent Trustee having accepted the invitation at the Board's meeting in September.

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

With Miracles' Reserves being at an all-time low the Board considered carefully the way forward to ensure the future of Miracles' ongoing service. Some radical cuts had to be faced and it was agreed that one of the Miracles' Caravans – still not fully operational due to ongoing Covid risks - should be sold.

At its September meeting, Chair Helena Clavel-Flores made an ardent appeal to each individual of the Board to commit themselves to safeguarding the future of Miracles. With great sadness she then announced the upcoming resignation of Theo Ellert (Founder) and Robert Linley-Munro (CEO).

Their period of Notice will commence at the end of Miracles Financial Year (end October) and will cover a three month period to end January 2021 during which time alternative arrangements will need to be made to take over their work covering the general administration and accounting of the charity as well as its day-to-day Crisis Fund response. Deborah Aldridge will continue to organise Caravan bookings into next year, under the sponsorship of The Sobell Foundation.

As the Miracles' office is held in Theo's son's house, it will shortly be put on sale and alternative space will be needed to store the high amount of sensitive documentation held as well as other items including prizes and merchandising material.

Helena has now confirmed her agreement to continue to Chair Miracles for the time being and both Theo and Rob gave their assurance that they would always be available to help Miracles whenever the need arises.

Miracles' Prosthesis Centre in Bosnia continues to flourish under the direction of Elvira Dugalic and with the support of the Swiss Foundation.

The Music Project in Prisons also continues apace under the direction of James Burton, the Project Director.

Financial review

Miracles is able to report incoming resources of £235,183 and finished the financial year with a net deficit of £86,885. It has funds amounting to £658,554 which comprised of unrestricted funds of £646,046 and restricted funds of £12,508 as at 31 October 2020.

A 30% decrease in incoming resources compared to the previous year has resulted in a net deficit of £86,885 even though there has been an 42% decrease in the resources expended by the charity, which has reduced the fund balance by 12%.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

The principal funding resources were the donations received from various donors.

Within the year, these resources have predominantly been expended on the Bosnia Project Prosthetics and funds are spent in stages as the work progresses. This has supported the charity aims of relieving poverty and hardship by assisting with the continuous production of limbs for those in need as well as supporting families in Bosnia by providing shelter, assisting children through education and putting in place agricultural farming facilities to allow these families to be self-sustaining.

Risk management

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future developments

Fundraising for the year ahead is well in hand with appeals to Trusts and businesses and, of course, our existing and ongoing supporters. A fundraising dinner is planned for October with other such events and sponsored activities in planning.

Structure, governance and management

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

Miracles is a Charitable Trust established on 12th October 1994 to ease the burden of suffering on person or persons in Supreme Need - primarily in the UK and Bosnia. The charity registration number is 1041449 and the principal office is P O Box 3003, Littlehampton, West Sussex, BN16 1SY.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Mr R Bean

Ms M Pereire

Mrs T Ellert

Mrs S Gil - Alberdi

Mr D Lynch

Mr B Williams

Mr Rodrigo Minguella

Ms H Clavel-Flores

Mr Rudi Fortson

Mr M Anderson

(Appointed 30 September 2020)

Mr T Wilson

(Appointed 15 February 2021)

Ms S Spires

(Appointed 8 July 2020)

Robert Linley-Munro is the charity's Chief Executive and Matthew Procter is Head of Mission in Bosnia-Herzegovina.

The charity is managed by its Board of Trustees personally introduced and integrated within the Board prior to signing the official Deed of Appointment. Under the Board, the day-to-day running of the charity is delegated to its Chief Executive (UK) in conjunction with its Founder Trustee working in free office accommodation in the home of the latter with one Administrative Assistant and a London-based Project Director - and in Bosnia to its Head of Mission in Mostar.

Every future Trustee shall be appointed by resolution of the Trustees passed at a Trustees' meeting. In selecting persons to be appointed as Trustees, the Trustees shall take into account the benefit of appointing a person (who through residence, occupation, employment or otherwise has special knowledge of the area of benefit or) who is otherwise able by virtue of his or her personal or professional qualification to make a contribution to the pursuit of the objects of the management of the Charity.

The Trustees delegate day to day management of the charity to the chief executive, Robert Linley Munro, who is supported by his team.

All new Trustees are introduced through existing Board Members. They are supplied with a copy of the Trust Deed of Miracles together with current and previous Annual Reviews before attending a full Board Meeting at which their roles will be discussed. Once they are happy to join the Board, a letter of welcome is sent to them with basic information on the role of a Trustee and details of the Charity Commission Website from which additional information can be found. A letter of appointment is then sent (in duplicate) with the request for them to sign and return the second copy as confirmation of their agreement/eligibility to serve.

The Trustees' report was approved by the Board of Trustees.

Mr R Bean

Trustee / Hon. Treasurer

Dated: 15 June 2021

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INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MIRACLES

I report on the accounts of the charity for the year ended 31 October 2020, which are set out on pages 6 to 15.

Respective responsibilities of Trustees and examiner

The Trustees of Miracles are responsible for the preparation of the accounts. The Trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011, the 2011 Act, and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination being a qualified member of the Institute of Chartered Accountants in England and Wales.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

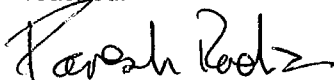
My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

In connection with my examination, no material matter has come to my attention which gives me reasonable cause to believe that in any material respect:

- (a)
 - (i) the accounting records were not kept in accordance with section 130 of the Charities Act 2011; or
 - (ii) the accounts did not accord to those records
- (b) the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Paresh Radia FCA
RDP Newmans LLP

Institute of Chartered Accountants in England and Wales
Lynwood House
373-375 Station Road
Harrow
Middlesex
HA1 2AW

Dated: 18 June 2021

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STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 OCTOBER 2020

| | Notes | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Total 2020 £ | Total 2019 £ |
|--|-------|------------------------------------|----------------------------------|--------------------|--------------------|
| <u>Income from:</u> | | | | | |
| Donations and legacies | 2 | 82,282 | 145,831 | 228,113 | 260,820 |
| Other trading activities | 3 | 6,610 | - | 6,610 | 146,156 |
| Investments | 4 | 460 | - | 460 | 446 |
| Total income | | <u>89,352</u> | <u>145,831</u> | <u>235,183</u> | <u>407,422</u> |
| <u>Expenditure on:</u> | | | | | |
| Raising funds | 5 | <u>386</u> | <u>-</u> | <u>386</u> | <u>47,954</u> |
| Charitable activities | 6 | <u>166,809</u> | <u>154,874</u> | <u>321,682</u> | <u>405,403</u> |
| Total resources expended | | <u>167,195</u> | <u>154,874</u> | <u>322,068</u> | <u>453,357</u> |
| Net expenditure for the year/ Net movement in funds | | (77,843) | (9,043) | (86,885) | (45,935) |
| Fund balances at 1 November 2019 | | <u>723,889</u> | <u>21,551</u> | <u>745,440</u> | <u>791,375</u> |
| Fund balances at 31 October 2020 | | <u>646,046</u> | <u>12,508</u> | <u>658,554</u> | <u>745,440</u> |

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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BALANCE SHEET

AS AT 31 OCTOBER 2020

| | | 2020 | | 2019 | |
|---|-------|---------|---------|---------|---------|
| | Notes | £ | £ | £ | £ |
| Programme related investments | 10 | | 564,744 | | 578,137 |
| Current assets | | | | | |
| Cash at bank and in hand | | 99,903 | | 174,778 | |
| Creditors: amounts falling due within one year | 11 | (6,093) | | (7,475) | |
| Net current assets | | | 93,810 | | 167,303 |
| Total assets less current liabilities | | | 658,554 | | 745,440 |
| Income funds | | | | | |
| Restricted funds | 12 | | 12,508 | | 21,551 |
| <u>Unrestricted funds</u> | | | | | |
| Designated funds | 13 | 535,867 | | 549,259 | |
| General unrestricted funds | | 110,179 | | 174,630 | |
| | | | 646,046 | | 723,889 |
| | | | 658,554 | | 745,440 |

The accounts were approved by the Trustees on 15 June 2021

Mr R Bean
Trustee

Mrs T Ellert
Trustee

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

Charity information

Miracles is a charitable trust governed by its government document dated 12 October 1994.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Donations are recognised as and when they are remitted to the charity.

Donated services and gifts in kind are included at the value to Miracles where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Listed and unlisted investment income is accounted for when receivable.

Advance payments received during the period for activities to be carried out in later financial years are not reflected in the statement of financial activities. These amounts have been deferred to the financial year in which the activities will be carried out, and are reported as deferred income. Deferred income is included in creditors.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised on an accrual basis, inclusive of VAT.

Cost of generating funds are those costs incurred in attracting voluntary income, in particular grant funding and the costs of maintaining the charity's profile within the sector.

Expenditure relating to Supreme Needs projects are those elements of expenditure directly incurred in performing these activities.

Governance costs include those costs incurred in the governance of the charity's assets and are primarily associated with constitutional and statutory requirements.

Support costs include central functions and have been allocated to the sole charitable activity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|--------------------------------|-------------------|
| Fixtures, fittings & equipment | 25% straight line |
|--------------------------------|-------------------|

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.8 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All gains are recorded as investment income and all losses as a support cost of the relevant activity.

1.11 Programme related investments

Programme related investments are stated at cost less depreciation.

2 Donations and legacies

| | Unrestricted funds | Restricted funds | Total | Unrestricted funds | Restricted funds | Total |
|-----------------------------|-----------------------|---------------------|----------------|-----------------------|---------------------|----------------|
| | 2020 £ | 2020 £ | 2020 £ | 2019 £ | 2019 £ | 2019 £ |
| Donations and gifts | 57,483 | 145,831 | 203,314 | 45,091 | 215,729 | 260,820 |
| Government grant incomes | 24,799 | - | 24,799 | - | - | - |
| | <u>82,282</u> | <u>145,831</u> | <u>228,113</u> | <u>45,091</u> | <u>215,729</u> | <u>260,820</u> |

MIRACLES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

3 Other trading activities

| | Unrestricted funds | Unrestricted funds |
|-------------------------------------|-----------------------|-----------------------|
| | 2020 | 2019 |
| | £ | £ |
| 25th anniversary | 1,650 | 39,960 |
| Virtual Dinner and Xmas Dinner 2020 | 4,960 | - |
| 5-a-side football | - | 2,250 |
| Company of Plaisterers | - | 102,946 |
| Others | - | 1,000 |
| | <hr/> | <hr/> |
| Other trading activities | 6,610 | 146,156 |
| | <hr/> | <hr/> |

4 Investments

| | Unrestricted funds | Unrestricted funds |
|---------------------|-----------------------|-----------------------|
| | 2020 | 2019 |
| | £ | £ |
| Interest receivable | 460 | 446 |
| | <hr/> | <hr/> |

5 Raising funds

| | 2020 | 2019 |
|---|-------|--------|
| | £ | £ |
| <u>Fundraising trading costs (events)</u> | | |
| 25th Anniversary | 386 | 19,057 |
| 5-a-side football | | 4,432 |
| Company of Plaisterers | | 22,965 |
| Others | | 1,500 |
| | <hr/> | <hr/> |
| | 386 | 47,954 |
| | <hr/> | <hr/> |

MIRACLES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2020

6 Charitable activities

| | 2020 £ | 2019 £ |
|---|----------------|----------------|
| Staff costs | 145,644 | 150,305 |
| Depreciation | 13,392 | 13,392 |
| Supreme Needs projects (UK and Bosnia) | 154,611 | 232,447 |
| | <u>313,647</u> | <u>396,144</u> |
| Share of support costs (see note 7) | 2,872 | 1,702 |
| Share of governance costs (see note 7) | 5,164 | 7,557 |
| | <u>321,683</u> | <u>405,403</u> |
| Analysis by fund | | |
| Unrestricted funds | 166,809 | |
| Restricted funds | 154,874 | |
| | <u>321,683</u> | |
| For the year ended 31 October 2019 | | |
| Unrestricted funds | | 162,940 |
| Restricted funds | | 242,463 |
| | | <u>405,403</u> |

Staff costs (including any related pension costs) are allocated in accordance with the activities worked on by each staff member.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2020

7 Support and governance costs

| | Support costs £ | Governance costs £ | 2020 £ | 2019 £ |
|---|--------------------|-----------------------|--------------|--------------|
| Foreign exchange losses | 2,446 | - | 2,446 | 1,220 |
| Bank charges | 426 | - | 426 | 482 |
| Audit fees | - | 3,120 | 3,120 | 4,980 |
| Legal and professional | - | 2,044 | 2,044 | 2,577 |
| | <u>2,872</u> | <u>5,164</u> | <u>8,036</u> | <u>9,259</u> |
| Analysed between Charitable activities | <u>2,872</u> | <u>5,164</u> | <u>8,036</u> | <u>9,259</u> |

Support costs are all allocated to the Supreme Needs charitable activity.

8 Trustees

None of the Trustees received any remuneration during the period, nor were they reimbursed expenses.
(2019: £Nil)

9 Employees

Number of employees

The average monthly number of employees during the year was:

| | 2020 Number | 2019 Number |
|-------------------------|-------------------|-------------------|
| | <u>8</u> | <u>8</u> |
| Employment costs | 2020 £ | 2019 £ |
| Wages and salaries | 142,109 | 147,810 |
| Other pension costs | 3,535 | 2,495 |
| | <u>145,644</u> | <u>150,305</u> |

There were no employees whose annual remuneration was £60,000 or more.

MIRACLES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2020

10 Programme related investments

| | £ |
|---------------------------|----------------|
| At 1 November 2019 | 578,136 |
| Depreciation | (13,392) |
| At 31 October 2020 | 564,744 |

11 Creditors: amounts falling due within one year

| | 2020 £ | 2019 £ |
|------------------------------------|--------------|--------------|
| Other taxation and social security | 2,493 | 2,495 |
| Accruals and deferred income | 3,600 | 4,980 |
| | 6,093 | 7,475 |

12 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

| | Movement in funds | | |
|-----------------------|---------------------------------------|----------------------------|----------------------------|
| | Balance at 1 November 2019 £ | Incoming resources £ | Resources expended £ |
| Bosnia projects | 13,978 | 115,168 | (126,087) |
| Spink | 3,863 | 14,663 | (14,700) |
| The Sobell Foundation | 3,710 | 16,000 | (14,087) |
| | 21,551 | 145,831 | (154,874) |

The Bosnia projects restricted fund represents donations received to be spent on The Roma project and the Prosthetic project.

The Roma project was initially set up to provide housing to families, it now continues to support these families and its children through education and has put in place an agricultural project to enable these families to be self-sustaining.

The Prosthetic project is a medical centre set up to provide prosthetic limbs to landmine victims.

The Spink project relates to 2 very disabled men and funds are used to pay for various items as and when required.

The Sobell Foundation is a restricted fund set up to support Caseworker and Co-ordinator salary.

MIRACLES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2020

12 Restricted funds

(Continued)

The Trustees are satisfied that adequate resources are in place to adhere to any restrictions.

13 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Movement in funds | | |
|--------------|----------------------------------|-----------------------|-------------------------------|
| | Balance at 1 November 2019 | Incoming Resources | Balance at 31 October 2020 |
| | £ | £ | £ |
| Bosnia sites | 549,259 | (13,392) | 535,867 |
| | <u>549,259</u> | <u>(13,392)</u> | <u>535,867</u> |

The assets fund is the value of the programme related assets in the balance sheet.

The Trustees have designated the programme related assets fund as The Miracles Centre, Roma housing and all other tangible fixed assets within are fundamental to meeting its charitable objects.

14 Analysis of net assets between funds

| | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Total 2020 £ | Total 2019 £ |
|--|------------------------------------|----------------------------------|--------------------|--------------------|
| Fund balances at 31 October 2020 are represented by: | | | | |
| Programme related assets | 564,744 | - | 564,744 | 578,137 |
| Current assets/(liabilities) | 81,302 | 12,508 | 93,810 | 167,303 |
| | <u>646,046</u> | <u>12,508</u> | <u>658,554</u> | <u>745,440</u> |

15 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

| | 2020 £ | 2019 £ |
|------------------------|---------------|---------------|
| Aggregate compensation | <u>33,011</u> | <u>32,850</u> |

Robert Linley-Munro, a spouse of a Trustee received the above remuneration as Chief Executive during the period.

